

(B) COMPUTATION OF FINANCE CHARGE.

(1) IN A CLOSED END ACCOUNT, NOTWITHSTANDING THE FACT THAT THE UNPAID PRINCIPAL BALANCE IS PAYABLE IN INSTALLMENTS, THE FINANCE CHARGE SHALL BE COMPUTED ON THE PRINCIPAL BALANCE DUE IN CONNECTION WITH EACH PURCHASE FROM THE DATE OF THE PURCHASE, EXCEPT AS PROVIDED IN §12-504(B) WITH RESPECT TO GOODS OR SERVICES IN EXCESS OF \$200, UNTIL THE DUE DATE OF THE FINAL INSTALLMENT.

(2) THE AMOUNT OF THE MAXIMUM FINANCE CHARGE PERMITTED BY THIS SECTION SHALL BE DECREASED OR INCREASED PROPORTIONATELY IF THE PRINCIPAL BALANCE DUE IN CONNECTION WITH A PURCHASE UNDER A CLOSED END ACCOUNT IS PAYABLE IN SUCCESSIVE INSTALLMENTS SUBSTANTIALLY EQUAL IN AMOUNT:

(i) FOR A PERIOD OTHER THAN A YEAR; OR

(ii) FOR AMOUNTS OTHER THAN \$100.

(3) IF A CLOSED END ACCOUNT PROVIDES FOR EITHER UNEQUAL OR IRREGULAR INSTALLMENT PAYMENTS, THE FINANCE CHARGE MAY BE AT A RATE WHICH WILL PROVIDE THE SAME YIELD AS IS PERMITTED UNDER THIS SECTION FOR ACCOUNTS WHICH PROVIDE FOR EQUAL AND REGULAR INSTALLMENT PAYMENTS.

(C) PERIODIC INSTALLMENTS.

AMOUNTS DUE UNDER A CLOSED END ACCOUNT MAY BE PAYABLE IN SUCCESSIVE MONTHLY, SEMIMONTHLY, OR WEEKLY INSTALLMENTS.

(D) FRACTIONAL PERIOD.

AS PART OF THE REGULAR PRACTICE OF A [[SELLER]] HOLDER, HE MAY INCLUDE FRACTIONAL PERIODS OF 15 DAYS OR MORE AS A WHOLE MONTH IF HE ALSO ENTIRELY EXCLUDES FRACTIONAL PERIODS OF 14 DAYS OR LESS.

(E) PREPAYMENT OF BALANCE AND REFUND OF FINANCE CHARGE.

(1) A BUYER MAY PREPAY AT ANY TIME, WITHOUT PENALTY, ALL OR ANY PART OF THE OUTSTANDING BALANCE OF A CLOSED END ACCOUNT.

(2) EXCEPT AS PROVIDED IN PARAGRAPH (4) OF THIS SUBSECTION, IF THE BUYER PAYS THE BALANCE IN FULL BEFORE MATURITY, THE HOLDER IMMEDIATELY SHALL REFUND TO HIM A PORTION OF THE FINANCE CHARGE, INCLUDING THE CHARGE PROVIDED IN SUBSECTION (A) (2) OF THIS SECTION.